

**FAMILY HEALTH
NOVEMBER 2007
LOCAL ASSISTANCE ESTIMATE
for
FISCAL YEARS
2007-08 and 2008-09**

Fiscal Forecasting and Data Management Branch
State Department of Health Care Services
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**GENTICALLY
HANDICAPPED PERSONS
PROGRAM**



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GENETICALLY HANDICAPPED PERSONS PROGRAM

Funding Summary

FY 2007-08, Comparison of November 2007 Estimate to Appropriation

	Appropriation FY 2007-08	Nov. 07 Est. FY 2007-08	Difference Incr./Decr.)
State-Only Caseload:	1,235	1,305	70
Net Dollars:			
4260-111-0001 (General Fund)	\$37,788,000	\$37,292,000	(\$496,000)
4260-601-7503 (Federal Title XIX HCSF)	\$8,000,000	\$8,000,000	\$0
4260-601-0995 (Enrollment Fees)	\$213,000	\$195,000	(\$18,000)
4260-601-3079 (Rebate Special Fund)	\$3,500,000	\$1,500,000	(\$2,000,000)
Total	\$49,501,000	\$46,987,000	(\$2,514,000)

November 2007 Estimate, FY 2007-08 Compared to FY 2008-09

	Nov. 07 Est. FY 2007-08	Nov. 07 Est. FY 2008-09	Difference Incr./Decr.)
State-Only Caseload:	1,305	1,347	42
Net Dollars:			
4260-111-0001 (General Fund)	\$37,292,000	\$28,077,000	(\$9,215,000)
4260-601-7503 (Federal Title XIX HCSF)	\$8,000,000	\$16,811,000	\$8,811,000
4260-601-0995 (Enrollment Fees)	\$195,000	\$195,000	\$0
4260-601-3079 (Rebates Special Fund)	\$1,500,000	\$1,500,000	\$0
Total	\$46,987,000	\$46,583,000	(\$404,000)

GENETICALLY HANDICAPPED PERSONS PROGRAM
Funding Sources By Component
Fiscal Year 2007-08

November 2007 Estimate Compared to Appropriation, Total Funds

	Appropriation FY 2007-08	Nov. 2007 Est. FY 2007-08	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 49,488,000	\$ 46,975,000	\$ (2,513,000)
2. Policy Changes	-	-	\$ 0
3. Budget Balancing Reductions	-	-	\$ 0
Total for Services	\$ 49,488,000	\$ 46,975,000	\$ (2,513,000)
Fiscal Intermediary	13,000	12,000	\$ (1,000)
Total GHPP Program	\$ 49,501,000	\$ 46,987,000	\$ (2,514,000)

November 2007 Estimate Compared to Appropriation, General Fund

	Appropriation FY 2007-08	Nov. 2007 Est. FY 2007-08	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 49,488,000	\$ 46,975,000	\$ (2,513,000)
2. Policy Changes	(11,713,000)	(9,695,000)	\$ 2,018,000
a. Enrollment Fees /1	(213,000)	(195,000)	\$ 18,000
b. Blood Factor Rebate Fund /1	(3,500,000)	(1,500,000)	\$ 2,000,000
c. Safety Net Care Pool /1	(8,000,000)	(8,000,000)	\$ 0
3. Budget Balancing Reductions	-	-	\$ 0
Total for Services	\$ 37,775,000	\$ 37,280,000	\$ (495,000)
Fiscal Intermediary	13,000	12,000	\$ (1,000)
Total GHPP Program	\$ 37,788,000	\$ 37,292,000	\$ (496,000)

November 2007 Estimate Compared to Appropriation, Federal Funds

	Appropriation FY 2007-08	Nov. 2007 Est. FY 2007-08	Difference Incr./.(Decr.)
1. Base Expenditure Estimate	\$ 0	\$ 0	\$ 0
2. Policy Changes	8,000,000	8,000,000	\$ 0
a. Enrollment Fees /1	-	-	\$ 0
b. Blood Factor Rebate Fund /1	-	-	\$ 0
c. Health Care Support Fund /1	8,000,000	8,000,000	\$ 0
3. Budget Balancing Reductions	-	-	\$ 0
Total for Services	\$ 8,000,000	\$ 8,000,000	\$ 0
Fiscal Intermediary	-	-	\$ 0
Total GHPP Program	\$ 8,000,000	\$ 8,000,000	\$ 0

1/ Not included in Total Funds.

GENETICALLY HANDICAPPED PERSONS PROGRAM**Funding Sources By Component****Current Year vs Budget year****November 2007 Estimate, FY 2007-08 Compared to FY 2008-09, Total Funds**

	Nov. 2007 Est. FY 2007-08	Nov. 2007 Est. FY 2008-09	Difference Incr./Decr.)
1. Base Expenditure Estimate	\$ 46,975,000	\$ 50,770,000	\$ 3,795,000
2. Policy Changes	-	-	\$ 0
3. Budget Balancing Reductions	-	(4,200,000)	\$ (4,200,000)
Total for Services	\$ 46,975,000	\$ 46,570,000	\$ (405,000)
Fiscal Intermediary	12,000	13,000	\$ 1,000
Total GHPP Program	\$ 46,987,000	\$ 46,583,000	\$ (404,000)

November 2007 Estimate, FY 2007-08 Compared to FY 2008-09, General Fund

	Nov. 2007 Est. FY 2007-08	Nov. 2007 Est. FY 2008-09	Difference Incr./Decr.)
1. Base Expenditure Estimate	\$ 46,975,000	\$ 50,770,000	\$ 3,795,000
2. Policy Changes	(9,695,000)	(22,706,000)	\$ (13,011,000)
a. Enrollment Fees /1	(195,000)	(195,000)	\$ 0
b. Blood Factor Rebate Fund /1	(1,500,000)	(1,500,000)	\$ 0
c. Safety Net Care Pool /1	(8,000,000)	(8,000,000)	\$ 0
3. Budget Balancing Reductions	-	(13,011,000)	\$ (13,011,000)
Total for Services	\$ 37,280,000	\$ 28,064,000	\$ (9,216,000)
Fiscal Intermediary	12,000	13,000	\$ 1,000
Total GHPP Program	\$ 37,292,000	\$ 28,077,000	\$ (9,215,000)

November 2007 Estimate, FY 2007-08 Compared to FY 2008-09, Federal Funds

	Nov. 2007 Est. FY 2007-08	Nov. 2007 Est. FY 2008-09	Difference Incr./Decr.)
1. Base Expenditure Estimate	\$ 0	\$ 0	\$ 0
2. Policy Changes	8,000,000	16,811,000	\$ 8,811,000
a. Enrollment Fees /1	-	-	\$ 0
b. Blood Factor Rebate Fund /1	-	-	\$ 0
c. Health Care Support Fund /1	8,000,000	8,000,000	\$ 0
3. Budget Balancing Reductions	-	8,811,000	\$ 8,811,000
Total for Services	\$ 8,000,000	\$ 16,811,000	\$ 8,811,000
Fiscal Intermediary	-	-	\$ 0
Total GHPP Program	\$ 8,000,000	\$ 16,811,000	\$ 8,811,000

1/ Not included in Total Funds.

GENETICALLY HANDICAPPED PERSONS PROGRAM
Base Expenditures for Specified Diseases

<u>Fiscal Year</u>	<u>Diagnosis</u>	<u>Average GHPP Only Caseload</u>	<u>Average Annual Cost/Case</u>	<u>Total Program Expenditures</u>
2006-07 Actuals	Hemophilia	352	\$ 95,800	\$ 33,707,000
	Cystic Fibrosis	353	18,000	6,364,000
	Sickle Cell	268	4,600	1,224,000
	Huntington's	151	3,100	472,000
	Metabolic 2/	100	1,400	142,000
		-----	-----	-----
		1,224	\$ 34,200	\$ 41,909,000
2007-08 Estimate 1/	Hemophilia	371	\$ 103,700	\$ 38,489,000
	Cystic Fibrosis	375	17,700	6,626,000
	Sickle Cell	291	4,300	1,242,000
	Huntington's	159	3,000	484,000
	Metabolic 2/	109	1,200	134,000
		-----	-----	-----
		1,305	\$ 36,000	\$ 46,975,000
2008-09 Estimate	Hemophilia	374	\$ 110,600	\$ 41,357,000
	Cystic Fibrosis	386	19,400	7,482,000
	Sickle Cell	304	4,100	1,259,000
	Huntington's	168	3,100	527,000
	Metabolic 2/	115	1,300	145,000
		-----	-----	-----
		1,347	\$ 37,700	\$ 50,770,000

 1/ Actual payment data for FY 2007-08 is complete through June 2007
 and is estimated for the remaining period.

2/ Metabolic conditions category includes Von Hippel Lindau syndrome.

GENETICALLY HANDICAPPED PERSONS PROGRAM**Base Estimate Comparisons for Fiscal Years 2007-08 and 2008-09****FY 2007-08, Comparison of November 2007 Estimate to Appropriation**

	Appropriation FY 2007-08	Nov. 07 Est. FY 2007-08	Difference Incr./Decr.)
Hemophilia	\$ 41,622,000	\$ 38,489,000	\$ (3,133,000)
Cystic Fibrosis	6,031,000	6,626,000	595,000
Sickle Cell	1,241,000	1,242,000	1,000
Huntington's	460,000	484,000	24,000
Metabolic	134,000	134,000	-
TOTAL	\$ 49,488,000	\$ 46,975,000	\$ (2,513,000)

November 2007 Estimate, FY 2007-08 Compared to FY 2008-09

	Nov. 07 Est. FY 2007-08	Nov. 07 Est. FY 2008-09	Difference Incr./Decr.)
Hemophilia	\$ 38,489,000	\$ 41,357,000	\$ 2,868,000
Cystic Fibrosis	6,626,000	7,482,000	856,000
Sickle Cell	1,242,000	1,259,000	17,000
Huntington's	484,000	527,000	43,000
Metabolic	134,000	145,000	11,000
TOTAL	\$ 46,975,000	\$ 50,770,000	\$ 3,795,000

GENETICALLY HANDICAPPED PERSONS PROGRAM
Average Monthly Caseload Estimate

Fiscal Year 2007-08

	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>
Hemophilia	452	81	371
Cystic Fibrosis	444	69	375
Sickle Cell	367	76	291
Huntington's	209	50	159
Metabolic	<u>135</u>	<u>26</u>	<u>109</u>
Total	1,607	302	1,305

Fiscal Year 2008-09

	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>
Hemophilia	455	81	374
Cystic Fibrosis	455	69	386
Sickle Cell	371	67	304
Huntington's	218	50	168
Metabolic	<u>141</u>	<u>26</u>	<u>115</u>
Total	1,640	293	1,347

GENETICALLY HANDICAPPED PERSONS PROGRAM
Average Monthly GHPP-Only Caseload Comparison

FY 2007-08, November 2007 Estimate Compared to Appropriation

	Approp. Est. FY 2007-08	Nov. 07 Est. FY 2007-08	Difference Incr./.(Decr.)
Hemophilia	358	371	13
Cystic Fibrosis	361	375	14
Sickle Cell	268	291	23
Huntington's	148	159	11
Metabolic	100	109	9
Total	1,235	1,305	70

Fiscal Year 2007-08 Compared to Fiscal Year 2008-09
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	Nov. 07 Est. FY 2007-08	Nov. 07 Est. FY 2008-09	Difference Incr./.(Decr.)
Hemophilia	371	374	3
Cystic Fibrosis	375	386	11
Sickle Cell	291	304	13
Huntington's	159	168	9
Metabolic	109	115	6
Total	1,305	1,347	42

GENETICALLY HANDICAPPED PERSONS PROGRAM
Average Monthly Medi-Cal Caseload Comparison

FY 2007-08, November 2007 Estimate Compared to Appropriation

	Approp. Est. FY 2007-08	Nov. 07 Est. FY 2007-08	Difference Incr./Decr.)
Hemophilia	81	81	0
Cystic Fibrosis	68	69	1
Sickle Cell	87	76	(11)
Huntington's	52	50	(2)
Metabolic	<u>25</u>	<u>26</u>	<u>1</u>
Total	313	302	(11)

Fiscal Year 2007-08 Compared to Fiscal Year 2008-09
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	Nov. 07 Est. FY 2007-08	Nov. 07 Est. FY 2008-09	Difference Incr./Decr.)
Hemophilia	81	81	0
Cystic Fibrosis	69	69	0
Sickle Cell	76	67	(9)
Huntington's	50	50	0
Metabolic	<u>26</u>	<u>26</u>	<u>0</u>
Total	302	293	(9)

GENETICALLY HANDICAPPED PERSONS PROGRAM
Comparison of Assumed Fiscal Impacts of Policy Changes

Fiscal Year 2007-08, November 2007 Estimate Compared to Appropriation								
<u>POLICY CHG.</u>		FY 2007-08 APPROPRIATION		NOVEMBER 2007 ESTIMATE		DIFFERENCE, Incr./.(Decr.)		
<u>TYPE</u>	<u>NO. DESCRIPTION</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	
Other	1 ENROLLMENT FEES	-\$213,000	-\$213,000	-\$195,000	-\$195,000	\$18,000	\$18,000	
FI	2 FISCAL INTERMEDIARY EXPENDITURES	\$13,000	\$13,000	\$12,000	\$12,000	-\$1,000	-\$1,000	
Benefits	3 BLOOD FACTOR DRUG REBATES AND CONTRACT SAVINGS	-\$3,500,000	-\$3,500,000	-\$1,500,000	-\$1,500,000	\$2,000,000	\$2,000,000	
Other	4 HOSPITAL FINANCING - SAFETY NET CARE POOL	\$0	\$0	\$0	\$0	\$0	\$0	1
Benefits	5 REDUCTION TO GHPP PROVIDER PAYMENTS BY 10%	\$0	\$0	\$0	\$0	\$0	\$0	
Benefits	6 REDUCTION TO HOSPITAL FINANCING - DPH SNCP BY 10%	\$0	\$0	\$0	\$0	\$0	\$0	1
GHPP TOTAL		-\$3,700,000	-\$3,700,000	-\$1,683,000	-\$1,683,000	\$2,017,000	\$2,017,000	

Fiscal Year 2007-08 Compared to Fiscal Year 2008-09								
<u>POLICY CHG.</u>		Nov. 2007 Est. for FY 2007-08		Nov. 2007 Est. for FY 2008-09		DIFFERENCE, Incr./.(Decr.)		
<u>TYPE</u>	<u>NO. DESCRIPTION</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	<u>TOTAL FUNDS</u>	<u>STATE FUNDS</u>	
Other	1 ENROLLMENT FEES	-\$195,000	-\$195,000	-\$195,000	-\$195,000	\$0	\$0	
FI	2 FISCAL INTERMEDIARY EXPENDITURES	\$12,000	\$12,000	\$13,000	\$13,000	\$1,000	\$1,000	
Benefits	3 BLOOD FACTOR DRUG REBATES AND CONTRACT SAVINGS	-\$1,500,000	-\$1,500,000	-\$1,500,000	-\$1,500,000	\$0	\$0	
Other	4 HOSPITAL FINANCING - SAFETY NET CARE POOL	\$0	\$0	\$0	\$0	\$0	\$0	1
Benefits	5 REDUCTION TO GHPP PROVIDER PAYMENTS BY 10%	\$0	\$0	-\$4,200,000	-\$4,200,000	-\$4,200,000	-\$4,200,000	
Benefits	6 REDUCTION TO HOSPITAL FINANCING - DPH SNCP BY 10%	\$0	\$0	\$0	\$0	\$0	\$0	1
GHPP TOTAL		-\$1,683,000	-\$1,683,000	-\$5,882,000	-\$5,882,000	-\$4,199,000	-\$4,199,000	

¹ Funds are referenced in the GHPP summary pages.

ENROLLMENT FEES

POLICY CHANGE NUMBER: 1
IMPLEMENTATION DATE: 7/1993
ANALYST: Connie Florez

		<u>FY 2007-08</u>	<u>FY 2008-09</u>
FULL YEAR COST	- TOTAL FUNDS	-\$195,000	-\$195,000
	- GENERAL FUND	-\$195,000	-\$195,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$195,000	-\$195,000
	- GENERAL FUND	-\$195,000	-\$195,000

DESCRIPTION

Families that receive Genetically Handicapped Persons Program (GHPP) services may be assessed enrollment fees pursuant to Health and Safety Code § 125165. As part of automating GHPP case management with the CMS Net, collection of enrollment fees occurs on clients' enrollment anniversary dates.

Assumptions:

1. Based on actual enrollment fees of \$194,528 collected in FY 2006-07, fee collections in each of FY 2007-08 and FY 2008-09 are estimated to be **\$195,000**.

FISCAL INTERMEDIARY EXPENDITURES

POLICY CHANGE NUMBER: 2
IMPLEMENTATION DATE: 7/2003
ANALYST: Connie Florez

		<u>FY 2007-08</u>	<u>FY 2008-09</u>
FULL YEAR COST	- TOTAL FUNDS	\$12,000	\$13,000
	- GENERAL FUND	\$12,000	\$13,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	\$12,000	\$13,000
	- GENERAL FUND	\$12,000	\$13,000

DESCRIPTION

GHPP Claims are paid by Electronic Data Systems (EDS) and reimbursed based on a cost per claim line.

Assumptions:

1. The number of adjudicated claim lines (ACLs) for GHPP is estimated to be 66,914 in FY 2007-08 and 70,260 in FY 2008-09.
2. The average price per ACL is estimated to be \$0.18288 in FY 2007-08 and \$0.18187 in FY 2008-09.
3. Claims processing costs for GHPP ACLs are estimated as follows:

FY 2007-08: 66,914 x \$0.18288 = \$12,000 (**\$12,000 GF**)

FY 2008-09: 70,260 x \$0.18187 = \$13,000 (**\$13,000 GF**)

BLOOD FACTOR DRUG REBATES AND CONTRACT SAVINGS

POLICY CHANGE NUMBER: 3
IMPLEMENTATION DATE: 7/2003
ANALYST: Connie Florez

		<u>FY 2007-08</u>	<u>FY 2008-09</u>
FULL YEAR COST	- TOTAL FUNDS	-\$1,500,000	-\$1,500,000
	- GENERAL FUND	-\$1,500,000	-\$1,500,000
PAYMENT LAG		1.0000	1.0000
% REFLECTED IN BASE		0.00%	0.00%
APPLIED TO BASE	- TOTAL FUNDS	-\$1,500,000	-\$1,500,000
	- GENERAL FUND	-\$1,500,000	-\$1,500,000

DESCRIPTION

Effective September 1, 2005, the Department began claiming Title XIX federal reimbursement for expenditures for GHPP State-Only services as certified public expenditures through the Safety Net Care Pool. Because of this federal funding, the program no longer qualifies as an State Pharmaceutical Assistance Program and is no longer eligible to collect rebates under its independent rebate contracts. However, GHPP will participate in the Medi-Cal rebates for factor products. In order to capture the utilization data for these products and account for the federal reimbursement of any rebates collected for factor claims paid on or after September 1, 2005, modifications to the Rebate Accounting Information System (RAIS) are necessary. These changes, which were originally scheduled for completion by July 2007, have been delayed until 2008. Because of this delay, GHPP will manually invoice rebates to factor manufacturers pursuant to the Medi-Cal rebate contract until the RAIS systems changes are completed.

Assumptions:

1. Most GHPP clients with hemophilia receive care and obtain their anti-hemophilic factor through Hemophilia Treatment Centers (HTCs). The HTCs have begun to participate in the federal Health Resources Services Administration (HRSA) 340B Drug Pricing Program. The 340B program requires drug manufacturers to provide outpatient drugs to 340B covered entities, such as the HTCs, at reduced prices. Under the 340B Program, savings to the Department are realized through lower costs at the time the Department reimburses the HTC claims. 340B claims do not qualify for a manufacturer rebate. Therefore, GHPP is experiencing a decline in factor rebates which is expected in FY 2007-08 and 2008-09.
2. Manual invoices will be sent each quarter.
3. GHPP factor rebate collections of \$1.5 million are estimated for FY 2007-08.
4. GHPP factor rebate collections of \$1.5 million are estimated for FY 2008-09.

HOSPITAL FINANCING - SAFETY NET CARE POOL

POLICY CHANGE NUMBER: 4
IMPLEMENTATION DATE: 9/2005
ANALYST: Terry Childress

	<u>FY 2007-08</u>	<u>FY 2008-09</u>
FULL YEAR COST - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0

DESCRIPTION

Effective for dates of service on or after September 1, 2005, based on SB 1100 (Chapter 560, Statutes of 2005), federal funding from the Safety Net Care Pool (SNCP) can be made available for the GHPP State-Only program. The Department may claim federal reimbursement for expenditures for GHPP State-Only services as certified public expenditures.

FY 2007-08	FY 2008-09	
\$ 46,975,000	\$ 50,770,000	Treatment Costs
\$ (1,695,000)	\$ (5,895,000)	less Enrollment Fees and Drug Rebates
\$ 45,280,000	\$ 44,875,000	= Net Program Costs for General Fund for Services
99.45%	100.00%	Pct of Line 5 payments for services rendered after Sep 1, 2005
\$ 45,033,073	\$ 44,875,000	= Lagged Program Costs for services in Waiver period
82.21%	82.21%	times percent of Recipients who are not Undocumented Aliens
\$ 37,021,689	\$ 36,891,738	= Net Federally Allowable Costs for SNCP Waiver
50.00%	50.00%	times State vs SNCP Split
\$ 18,511,000	\$ 18,446,000	= State Portion of Federally Allowable Costs
\$ 8,000,000	\$ 8,000,000	= Available SNCP Title XIX Funding
\$ 8,000,000	\$ 8,000,000	= SNCP Title XIX Funding based on
		the lesser of CPEs or the Funding Cap

The Safety Net Care Pool Funding through the Health Care Support Fund is referenced in the GHPP summary pages. The General Fund needed to support the safety net hospitals is currently less than 50% of the expenditures for the state-funded programs. To maximize the usage of the federal funding, the Department will only claim the amount of federal funds needed to support the safety net hospitals.

Beginning with FY 2007-08, the Department is utilizing a set level of SNCP federal funds for CCS that can be reasonably maintained by the Stabilization funding. This will prevent fluctuations in federal funds for the program.

REDUCTION TO GHPP PROVIDER PAYMENTS BY 10%

POLICY CHANGE NUMBER: 5
IMPLEMENTATION DATE: 6/2008
ANALYST: Connie Florez

	<u>FY 2007-08</u>	<u>FY 2008-09</u>
FULL YEAR COST		
- TOTAL FUNDS	\$0	-\$4,200,000
- GENERAL FUND	\$0	-\$4,200,000
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE		
- TOTAL FUNDS	\$0	-\$4,200,000
- GENERAL FUND	\$0	-\$4,200,000

DESCRIPTION

Effective June 1, 2008, the Department will reduce GHPP outpatient provider payments for all provider types, and non-contract hospital payments, by 10%. For more information, see Appendix A, Issue #32.

	FY 2008-09	
	TF	GF
GHPP	\$4,200,000	\$4,200,000

REDUCTION TO HOSPITAL FINANCING - DPH SNCP BY 10%

POLICY CHANGE NUMBER: 6
IMPLEMENTATION DATE: 6/2008
ANALYST: Connie Florez

	<u>FY 2007-08</u>	<u>FY 2008-09</u>
FULL YEAR COST - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0
PAYMENT LAG	1.0000	1.0000
% REFLECTED IN BASE	0.00%	0.00%
APPLIED TO BASE - TOTAL FUNDS	\$0	\$0
- GENERAL FUND	\$0	\$0

DESCRIPTION

The Safety Net Care pool (SNCP) payments to Designated Public Hospital's will be reduced by 10% beginning June 1, 2008. The Department will increase the amount of CPE of the four State-only programs to utilize any remaining federal funds in the SNCP. For more information, see Appendix A, Issue #30.

Assumptions:

1. The annualized DPHs SNCP estimated payments are expected to be \$542 million; a 10% reduction would equal \$54.2 million.
2. June 2007 SNCP payments to DPHs are expected to be paid in FY 2008-09.
3. The State-only programs expenditures available will be for dates of service on or after June 1, 2008.
4. There is a lag between the date of the service and the date that the expenditures are paid and use to CPE against the SNCP. Due to lag, \$34.4 million of the \$54.2 million are expected to be CPE'd during FY 2008-09.

The specific State-only programs' additional CPEs are shown below.

	<u>FY 2008-09</u>	<u>Annualized</u>
CCS	\$17,839,000	\$37,257,000
GHPP	\$8,811,000	\$10,000,000
MIA-LTC	\$6,726,000	\$5,030,000
BCCTP	\$1,024,000	\$1,913,000
	\$34,400,000	\$54,200,000

CCS and GHPP programs are budgeted in the Family Health Local Assistance Estimate, the General Fund savings related to the CPE of CCS and GHPP are included in the Family Health Local Assistance Estimate. The FY 2008-09 savings is estimated to be \$26.65 million and the annualized savings is expected to be \$47.257 million.

MIA-LTC and BCCTP programs are budgeted in the Medi-Cal Local Assistance Estimate, the General Fund savings related to the CPE of the MIA-LTC and BCCTP programs are \$7.75 million in FY 2008-09 and \$6.943 million annually.

GHPP Trend Report
(Includes Actuals & Projected Base Values)

Total				
<u>Quarter</u>	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>	<u>Total GHPP Only Payments</u>
1	1,503	332	1,171	\$ 15,780,238
2	1,494	332	1,162	9,536,658
3	1,498	328	1,170	10,449,064
4	1,489	320	1,169	8,885,427
2005-06	1,496	328	1,168	\$ 44,652,000
1	1,493	323	1,170	\$ 11,869,756
2	1,541	325	1,216	10,814,208
3	1,553	315	1,238	9,585,071
4	1,584	314	1,270	9,640,428
2006-07	1,543	319	1,224	\$ 41,909,000
1	1,602	312	1,290	\$ 11,387,722
2	1,604	305	1,299	11,624,996
3	1,610	301	1,309	11,862,269
4	1,611	292	1,319	12,099,547
2007-08	1,607	302	1,305	\$ 46,975,000
1	1,633	301	1,332	\$ 12,336,823
2	1,637	295	1,342	12,574,096
3	1,640	290	1,350	12,811,372
4	1,645	283	1,362	13,048,646
2008-09	1,640	293	1,347	\$ 50,770,000

Note: 1) Expenditures reflect Total Cash Payments, Not accrued expenses.
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 3) FY 2008-09 reflects projected base estimate values.
 4) FY 2005-06 Payments do not reflect Accrual to Cash savings.

GHPP Trend Report
(Includes Actuals & Projected Base Values)

Hemophilia				
<u>Quarter</u>	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>	<u>Total GHPP Only Payments</u>
1	406	80	326	\$ 14,341,698
2	405	78	327	8,584,859
3	406	78	328	8,638,952
4	410	81	329	8,046,696
2005-06	407	79	328	\$ 39,612,000
1	418	84	334	\$ 9,579,158
2	434	84	350	8,842,406
3	441	82	359	7,651,683
4	443	81	362	7,633,270
2006-07	435	83	352	\$ 33,707,000
1	451	81	370	\$ 9,353,265
2	451	81	370	9,532,545
3	452	81	371	9,711,825
4	453	81	372	9,891,107
2007-08	452	81	371	\$ 38,489,000
1	454	81	373	\$ 10,070,388
2	455	81	374	10,249,668
3	455	81	374	10,428,949
4	456	81	375	10,608,231
2008-09	455	81	374	\$ 41,357,000

Note: 1) Expenditures reflect Total Cash Payments, Not accrued expenses.
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 4) FY 2005-06 Payments do not reflect Accrual to Cash savings.

GHPP Trend Report
(Includes Actuals & Projected Base Values)

Cystic Fibrosis				
<u>Quarter</u>	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>	<u>Total GHPP Only Payments</u>
1	393	71	322	\$ 1,148,414
2	392	75	317	773,961
3	391	73	318	1,450,001
4	396	69	327	611,331
2005-06	393	72	321	\$ 3,984,000
1	402	68	334	\$ 1,717,465
2	416	69	347	1,552,337
3	429	70	359	1,518,860
4	441	72	369	1,575,431
2006-07	423	70	353	\$ 6,364,000
1	441	70	371	\$ 1,576,152
2	444	70	374	1,629,671
3	445	69	376	1,683,190
4	448	69	379	1,736,710
2007-08	444	69	375	\$ 6,626,000
1	451	69	382	\$ 1,790,229
2	454	69	385	1,843,748
3	455	68	387	1,897,268
4	458	68	390	1,950,787
2008-09	455	69	386	\$ 7,482,000

Note: 1) Expenditures reflect Total Cash Payments, Not accrued expenses.
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 3) FY 2008-09 reflects projected base estimate values.
 4) FY 2005-06 Payments do not reflect Accrual to Cash savings.

GHPP Trend Report
(Includes Actuals & Projected Base Values)

Sickle Cell				
<u>Quarter</u>	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>	<u>Total GHPP Only Payments</u>
1	377	96	281	\$ 174,420
2	374	96	278	101,262
3	372	94	278	210,285
4	352	89	263	142,787
2005-06	369	94	275	\$ 629,000
1	347	91	256	\$ 370,631
2	361	92	269	265,302
3	355	84	271	282,325
4	362	84	278	306,084
2006-07	356	88	268	\$ 1,224,000
1	367	81	286	\$ 308,832
2	367	78	289	309,930
3	367	75	292	311,028
4	365	70	295	312,128
2007-08	367	76	291	\$ 1,242,000
1	370	71	299	\$ 313,227
2	371	69	302	314,325
3	370	65	305	315,423
4	369	61	308	316,521
2008-09	371	67	304	\$ 1,259,000

Note: 1) Expenditures reflect Total Cash Payments, Not accrued expenses.
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GHPP Trend Report
(Includes Actuals & Projected Base Values)

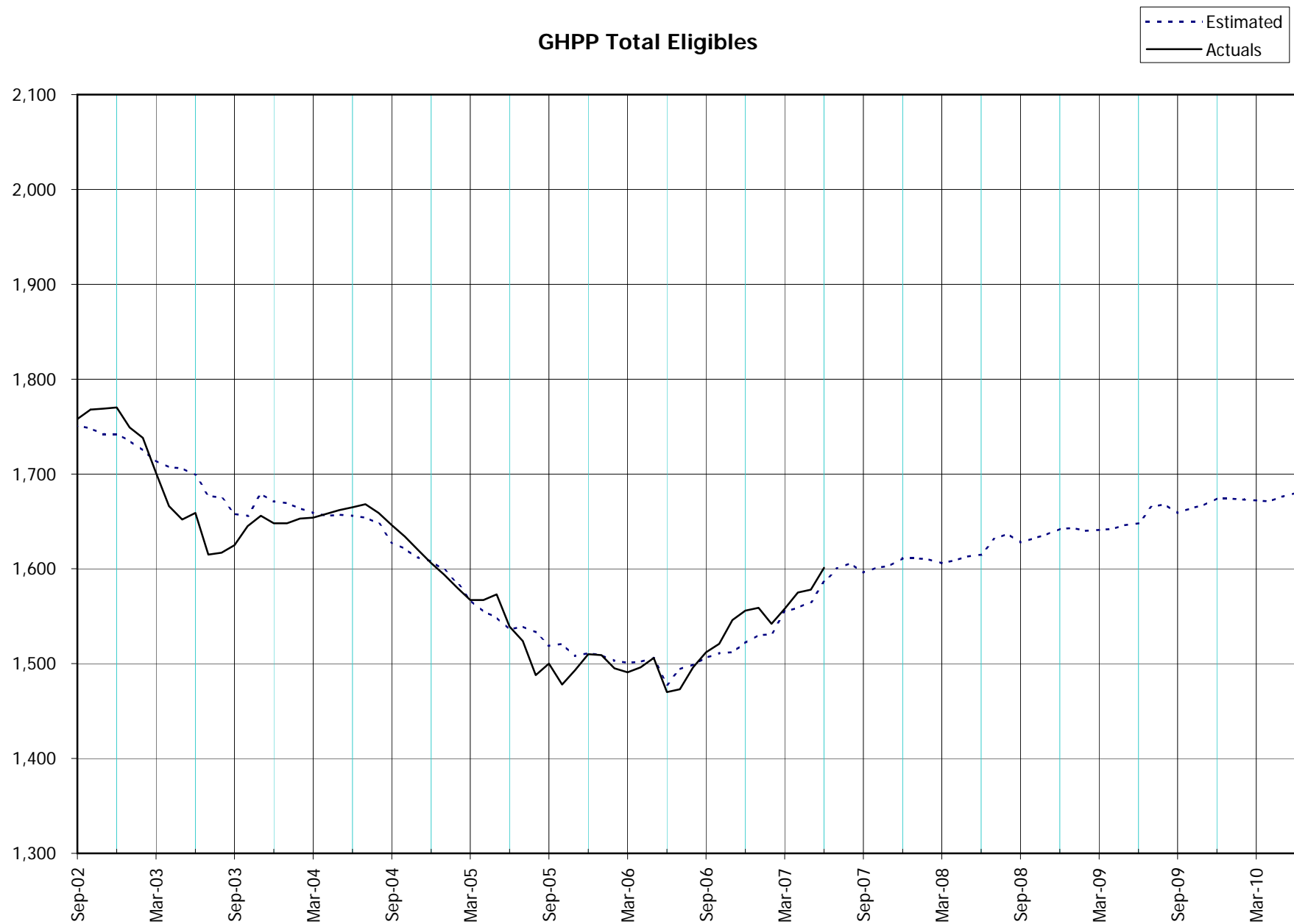
Huntington				
<u>Quarter</u>	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>	<u>Total GHPP Only Payments</u>
1	221	61	160	\$ 96,840
2	215	60	155	61,871
3	215	59	156	122,573
4	210	56	154	73,691
2005-06	215	59	156	\$ 355,000
1	205	55	150	\$ 140,399
2	204	54	150	123,271
3	202	53	149	112,543
4	207	51	156	96,225
2006-07	204	53	151	\$ 472,000
1	210	54	156	\$ 116,965
2	208	50	158	119,668
3	210	50	160	122,371
4	208	46	162	125,074
2007-08	209	50	159	\$ 484,000
1	219	54	165	\$ 127,777
2	217	50	167	130,480
3	218	50	168	133,183
4	217	46	171	135,886
2008-09	218	50	168	\$ 527,000

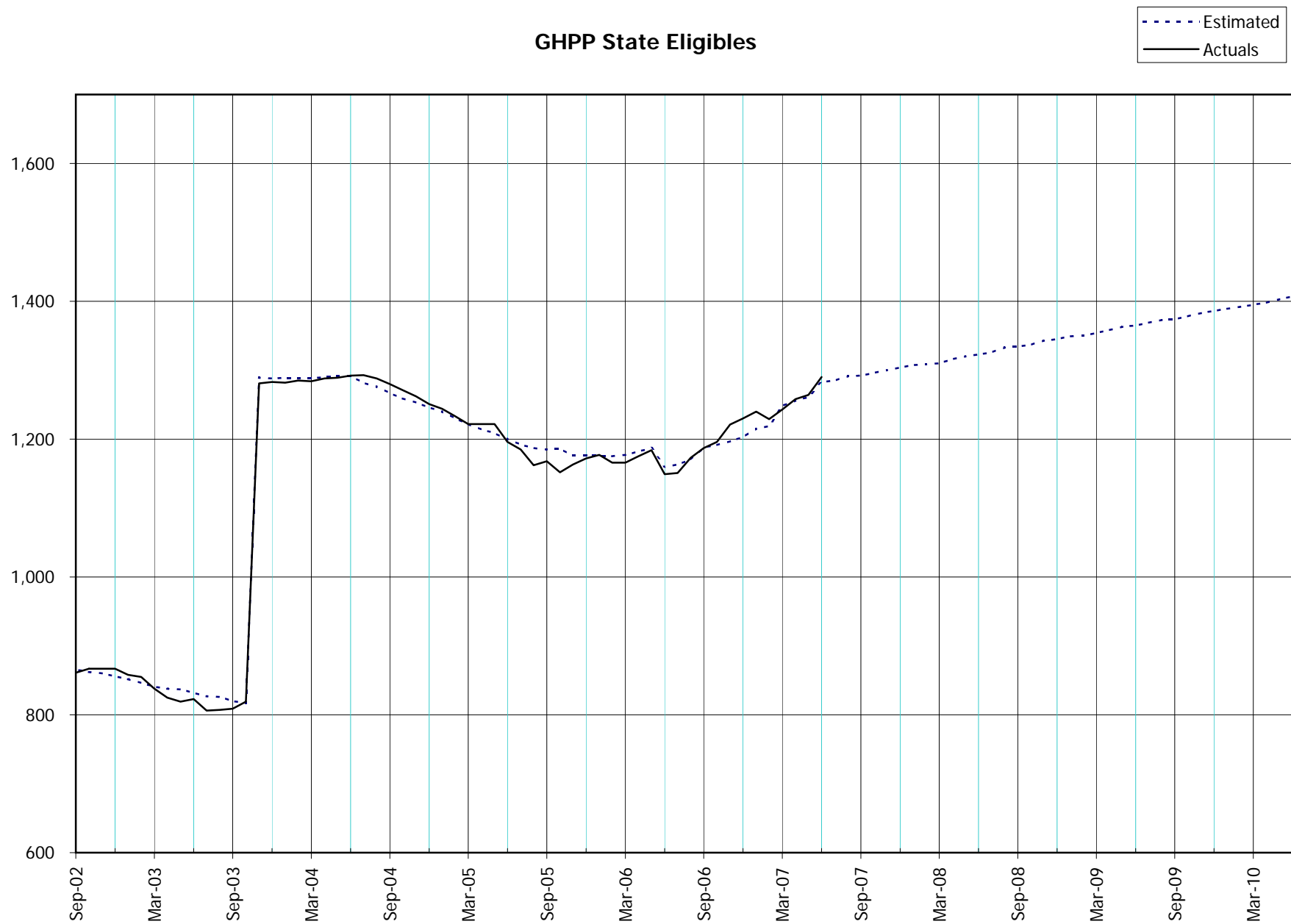
Note: 1) Expenditures reflect Total Cash Payments, Not accrued expenses.
 2) FY 2007-08 reflects actuals and projected base estimate values.
 3) FY 2008-09 reflects projected base estimate values.
 4) FY 2005-06 Payments do not reflect Accrual to Cash savings.

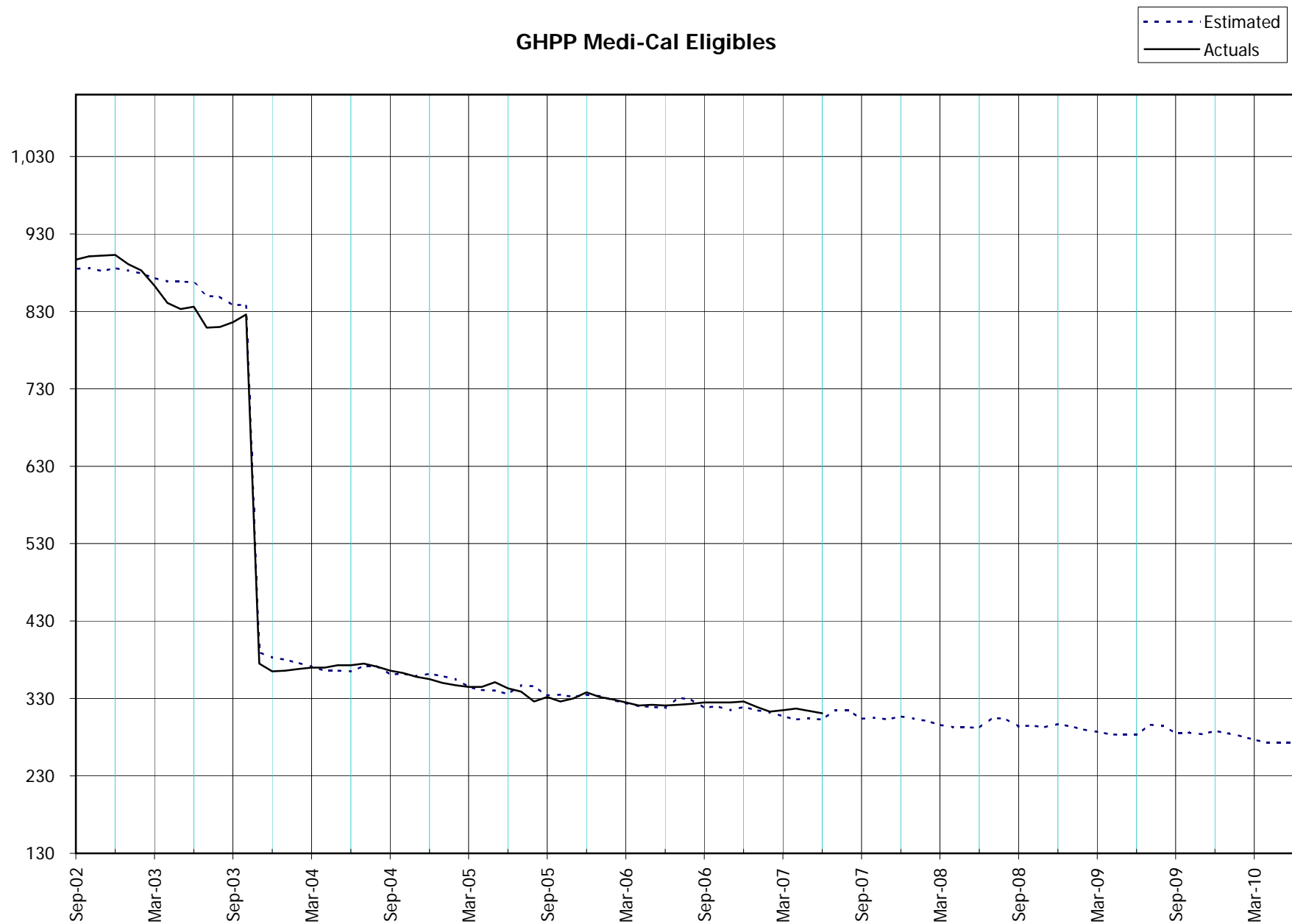
GHPP Trend Report
(Includes Actuals & Projected Base Values)

Metabolic				
<u>Quarter</u>	<u>Total Caseload</u>	<u>Medi-Cal Caseload</u>	<u>GHPP Only Caseload</u>	<u>Total GHPP Only Payments</u>
1	106	24	82	\$ 18,866
2	108	23	85	14,705
3	114	24	90	27,253
4	121	25	96	10,922
2005-06	112	24	88	\$ 72,000
1	121	25	96	\$ 62,103
2	126	26	100	30,892
3	126	26	100	19,660
4	131	26	105	29,418
2006-07	126	26	100	\$ 142,000
1	133	26	107	\$ 32,508
2	134	26	108	33,182
3	136	26	110	33,855
4	137	26	111	34,528
2007-08	135	26	109	\$ 134,000
1	139	26	113	\$ 35,202
2	140	26	114	35,875
3	142	26	116	36,549
4	145	27	118	37,221
2008-09	141	26	115	\$ 145,000

Note: 1) Expenditures reflect Total Cash Payments, Not accrued expenses.
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GHPP State-Only Monthly Expenditures

----- Estimated
— Actuals

